THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

S.B. NO. 165

JAN 1 8 2023

#### A BILL FOR AN ACT

RELATING TO PHARMACISTS.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that there is currently a 2 statewide physician shortage. According to the federal Health 3 Resources and Services Administration, each county in the State 4 contains a region that is a medically underserved area, as 5 defined by the Public Health Service Act of 1944, P.L. 78-410. 6 The legislature further finds that pharmacists can help 7 bridge the gaps created by the physician shortage. A 8 pharmacist's skill set includes educating patients on how and 9 when to check blood sugar, ways to avoid and manage 10 hypoglycemia, how to take their medications correctly to avoid 11 adverse effects, and various medication utilization techniques. 12 Additionally, patients are three times more likely to stay out 13 of the hospital when pharmacists provide clinical services after 14 a hospital discharge.

15 Accordingly, the purpose of this Act is to mandate 16 reimbursement for services provided by pharmacists within their

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scope of practice by private and public health plans in the 1 2 State. 3 SECTION 2. Chapter 431, Hawaii Revised Statutes, is amended by adding a new section to article 10A to be 4 5 appropriately designated and to read as follows: 6 "§431:10A- Services provided by participating registered 7 pharmacists; coverage. (a) Each individual or group policy of 8 accident and health or sickness insurance delivered or issued for delivery in this State after December 31, 2023, shall 9 10 recognize pharmacists licensed pursuant to chapter 461 as 11 participating providers and shall include coverage for care 12 provided by a participating registered pharmacist practicing within the scope of their license for purposes of health 13 maintenance or treatment to the extent that the policy provides 14 15 benefits for identical services rendered by another health care 16 provider. (b) For the purposes of this section, "participating 17 18 registered pharmacist" means a pharmacist licensed pursuant to 19 chapter 461 who has contracted with the insurer to provide

20 health care services to its insureds."



1	SECTION 3. Chapter 432, Hawaii Revised Statutes, is		
2	amended by adding a new section to article 1 to be appropriately		
3	designated and to read as follows:		
4	" <u>§432:1-</u> Services provided by participating registered		
5	pharmacists; coverage. (a) Each individual and group hospital		
6	or medical service plan contract delivered or issued for		
7	delivery in this State after December 31, 2023, by a mutual		
8	benefit society shall recognize pharmacists licensed pursuant to		
9	chapter 461 as participating providers and shall include		
10	coverage for care provided by a participating registered		
11	pharmacist practicing within the scope of their license for		
12	purposes of health maintenance or treatment to the extent that		
13	the plan contract provides benefits for identical services		
14	rendered by another health care provider.		
15	(b) For the purposes of this section, "participating		
16	registered pharmacist means a pharmacist licensed pursuant to		
17	chapter 461 who has contracted with the mutual benefit society		
18	to provide health care services to its members."		
19	SECTION 4. Section 346-53.64, Hawaii Revised Statutes, is		
20	amended by amending subsection (a) to read as follows:		

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1	"(a)	Services eligible for prospective payment system
2	reimburser	ment are those services that are furnished by a
3	federally	qualified health center or rural health clinic that
4	are:	
5	(1)	Within the legal authority of a federally qualified
6		health center to deliver, as defined in section 1905
7		of the Social Security Act;
8	(2)	Actually provided by the federally qualified health
9		center, either directly or under arrangements;
10	(3)	Covered benefits under the medicaid program, as
11		defined in section 4231 of the State Medicaid Manual
12		and the Hawaii medicaid state plan;
13	(4)	Provided to a recipient eligible for medicaid
14		benefits;
15	(5)	Delivered exclusively by health care professionals,
16		including physicians, physician's assistants, nurse
17		practitioners, pharmacists, nurse midwives, clinical
18		social workers, clinical psychologists, and other
19		persons acting within the lawful scope of their
20		license or certificate to provide services;



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1	(6)	Provided at the federally qualified health center's
2		practice site, a hospital emergency room, in an
3		inpatient setting, at the patient's place of
4		residence, including long term care facilities, or at
5		another medical facility; and
6	(7)	Within the scope of services provided by the State
7		under its fee-for-service medicaid program and its
8		medicaid managed care program, on and after August
9		1994, and as amended from time to time."
10	SECT	ION 5. Section 346-59, Hawaii Revised Statutes, is
11	amended b	y amending subsection (b) to read as follows:
12	"(b)	Rates of payment to providers of medical care who are
13	individua	l practitioners, including doctors of medicine,
14	dentists,	podiatrists, psychologists, osteopaths, optometrists,
15	pharmacis	ts, and other individuals providing services, shall be
16	based upo	n the Hawaii medicaid fee schedule. The amounts paid
17	shall not	exceed the maximum permitted to be paid individual
18	practitio	ners or other individuals under federal law and
19	regulatio	n, the medicare fee schedule for the current year, the
20	state lim	its as provided in the appropriation act, or the
21	provider'	s billed amount.



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1 The appropriation act shall indicate the percentage of the 2 medicare fee schedule for the year 2000 to be used as the basis for establishing the Hawaii medicaid fee schedule. For any 3 4 subsequent adjustments to the fee schedule, the legislature 5 shall specify the extent of the adjustment in the appropriation 6 act." 7 SECTION 6. Section 346-59.1, Hawaii Revised Statutes, is 8 amended as follows: 9 1. By amending its title to read: 10 "[+] §346-59.1[+] Coverage for telehealth." 11 2. By amending subsection (g) to read: "(q) For the purposes of this section: 12 13 "Distant site" means the location of the health care 14 provider delivering services through telehealth at the time the services are provided. 15 "Health care provider" means a provider of services, as 16 17 defined in title 42 United States Code section 1395x(u), a 18 provider of medical and other health services, as defined in 19 title 42 United States Code section 1395x(s), other 20 practitioners licensed by the State and working within their 21 scope of practice, and any other person or organization who



1 furnishes, bills, or is paid for health care in the normal 2 course of business, including but not limited to primary care 3 providers, mental health providers, oral health providers, 4 physicians and osteopathic physicians licensed under chapter 5 453, advanced practice registered nurses licensed under chapter 457, psychologists licensed under chapter 465, pharmacists 6 7 licensed under chapter 461, and dentists licensed under chapter 8 448.

9 "Originating site" means the location where the patient is located, whether accompanied or not by a health care provider, 10 11 at the time services are provided by a health care provider 12 through telehealth, including but not limited to a health care provider's office, hospital, critical access hospital, rural 13 14 health clinic, federally qualified health center, a patient's 15 home, and other non-medical environments such as school-based 16 health centers, university-based health centers, or the work 17 location of a patient.

18 "Telehealth" means the use of telecommunications services, 19 as defined in section 269-1, to encompass four modalities: 20 store and forward technologies, remote monitoring, live 21 consultation, and mobile health; and which shall include but not



1 be limited to real-time video conferencing-based communication, secure interactive and non-interactive web-based communication, 2 3 and secure asynchronous information exchange, to transmit patient medical information, including diagnostic-quality 4 5 digital images and laboratory results for medical interpretation and diagnosis, for the purpose of delivering enhanced health 6 7 care services and information while a patient is at an 8 originating site and the health care provider is at a distant 9 site. Standard telephone contacts, facsimile transmissions, or 10 e-mail text, in combination or by itself, does not constitute a 11 telehealth service for the purposes of this section." 12 SECTION 7. Section 432D-23, Hawaii Revised Statutes, is

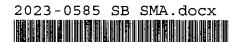
13 amended to read as follows:

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#### "§432D-23 Required provisions and benefits.

15 Notwithstanding any provision of law to the contrary, each 16 policy, contract, plan, or agreement issued in the State after 17 January 1, 1995, by health maintenance organizations pursuant to 18 this chapter, shall include benefits provided in sections 19 431:10-212, 431:10A-115, 431:10A-115.5, 431:10A-116, 431:10A-20 116.2, 431:10A-116.5, 431:10A-116.6, 431:10A-119, 431:10A-120, 21 431:10A-121, 431:10A-122, 431:10A-125, 431:10A-126, 431:10A-132,



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**1** 431:10A-133, 431:10A-134, 431:10A-140, and [431:10A-134,]

2 431:10A- , and chapter 431M."

3 SECTION 8. The department of human services shall apply to 4 the United States Department of Health and Human Services for 5 any amendment to the state Medicaid plan or for any Medicaid 6 waiver necessary to implement section 4, section 5, and section 7 6 of this Act. The office shall submit the Medicaid state plan 8 amendment no later than

9 SECTION 9. This Act does not affect rights and duties that 10 matured, penalties that were incurred, and proceedings that were 11 begun before its effective date.

SECTION 10. Statutory material to be repealed is bracketedand stricken. New statutory material is underscored.

SECTION 11. This Act shall take effect upon its approval;
provided that sections 4 through 6 of this Act shall take effect
upon approval of the Hawaii medicaid state plan by the Centers
for Medicare and Medicaid Services.

YSA INTRODUCED BY:



**Report Title:** Insurance Coverage; Pharmacists; Reimbursement

#### Description:

Mandates reimbursement for services provided by participating registered pharmacists practicing within their scope of practice by private and public health plans in the State beginning January 1, 2024.

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The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

